AMENDATORY SECTION (Amending WSR 01-21-071, filed 10/18/01, effective 11/18/01)

- WAC 308-56A-310 Personal property lien--Chattel((\(\frac{7}\)\) landlord)). (1) What is a chattel lien? For the purposes of this section a ((\(\frac{4}\)\)) chattel lien((\(\frac{4}\)\) means: A lien obtained by any person, firm or company who provides services or materials for a vehicle at the owner's request, in the event of nonpayment by the owner. A person or firm that provides services or material for a vehicle at the owner's request may obtain a lien on such vehicle. In the event of nonpayment the lien may be foreclosed as provided by law)) is a process by which a person may sell or take ownership of a vehicle when:
- (a) They provide services or materials for a vehicle at the request of the registered owner; and
- $\underline{\mbox{(b)}}$ The person who provided the services and/or materials has not been compensated.
- Note: This chapter does not apply to automotive repair facilities that fail to comply with requirements of 46.71 RCW.
- (2) What documents ((does the department require to issue)) are required to issue a certificate of ownership for a vehicle obtained through the chattel lien process ((obtained through the chattel lien process))? ((In addition to other documents required by law or rule the department requires:)) The required documents include:
- (a) A completed affidavit of sale chattel(($\frac{1}{2}$)) lien form provided or approved by the department; (($\frac{1}{2}$)) and
- (b) A <u>certified</u> copy of ((a court order awarding the vehicle to the claimant)) the lien filing that is filed with the county auditor; and
- - (e) Affidavit of service by mail; and
 - (f) Application for certificate of ownership; and
 - (g) Other documents that may be required by law or rule.
- (3) When is a court order required ((by the department)) to issue a certificate of ownership as a result of a chattel lien? A Washington court order is required when:
- (a) The vehicle is no longer in the possession of the person(($\frac{\text{business}}{\text{who is}}$)) claiming the chattel(($\frac{\text{landlord}}{\text{lon}}$)) lien; or
 - (b) Someone other than the owner of record requested the services; or
- (c) There is ((an existing lien holder on record)) no record of the vehicle on file with the department.
- (((i) In order to remove an existing lien holder from record, the court order must specifically authorize the removal of the lien. If it does not, the claimant may:
- (A) Negotiate with the lien holder to obtain either a release of interest or a new security agreement; or
- (B) Petition either the court that issued the original order, or a higher court to have the matter of secured interest resolved.
 - (d) There is more than one lien claimed against the vehicle.
- (i) In order to remove an existing lien holder from record, the court order must specifically authorize the removal of the lien. If it does not,

the claimant may:

- (A) Negotiate with the lien holder to obtain either a release of interest or a new security agreement; or
- (B) Petition either the court that issued the original order, or a higher court to have the matter of secured interest resolved.))
- (4) What ((is a landlord)) <u>laws regulate chattel liens</u>? ((For the purposes of vehicle licensing and titling, a landlord lien is an encumbrance on a vehicle as security for the payment of moneys owing for rent.
- (5) What documents does the department require to issue a certificate of ownership for a vehicle, obtained through the landlord lien process? In addition to other documents required by law or rule the department requires:
- (a) A completed affidavit of sale chattel/landlord lien form provided or approved by the department; or
 - (b) A copy of a court order awarding the vehicle to the claimant.
- (6) When does the department require a court order to issue a certificate of ownership as a result of a landlord lien? A court order is required when:
- (a) The vehicle is no longer in the possession of the person/business who is claiming the landlord lien; or
- (b) The vehicle owner of record is someone other than the person owing for rent; or
 - (c) There is an existing lien holder on record.
- (i) In order to remove an existing lien holder from record, the court order must specifically authorize the removal of the lien. If it does not, the claimant may:
- (A) Negotiate with the lien holder to obtain either a release of interest or a new security agreement; or
- (B) Petition either the court that issued the original order, or a higher court to have the matter of secured interest resolved.
 - (d) There is more than one lien against the vehicle.
- (i) In order to remove any existing lien holders from the record, the court order must specifically authorize the removal of any lien. If it does not, the claimant may:
- (A) Negotiate with the lien holders to obtain either a release of interest or a new security agreement; or
- (B) Petition either the court that issued the original order, or a higher court to have the matter of secured interest resolved.
- (7) Why is a court order required for a landlord lien if there is a lien holder on the existing record? In order to record a secured interest on a Washington certificate of ownership, there must be a security agreement between the registered owner and the legal owner except for government liens as provided in law.)) Chapter 60.08 RCW regulates chattel liens.

NEW SECTION

WAC 308-56A-311 Personal property lien--Landlord's lien for rent. (1) What is a landlord's lien for rent? For the purposes of this chapter, a landlord's lien for rent is a process by which a landlord may sell or take ownership of a tenant's vehicle as security for rent due.

- (2) What documents are required to issue a certificate of ownership for a vehicle obtained through the landlord's lien for rent process? The required documents include:
- (a) A completed affidavit of landlord lien form provided or approved by the department;

- (b) Application for certificate of ownership; and
- (c) Other documents that may be required by law or rule.
- (3) When is a Washington court order required to issue a certificate of ownership as a result of a landlord's lien for rent? A Washington court order is required when there is no record of the vehicle on file with the department.
- (4) What laws regulate landlords' lien for rent? Chapters 59.18, 60.10, and 60.72 RCW regulate landlord liens for rent.

NEW SECTION

WAC 308-56A-312 Personal property lien--Self-service storage facilities. (1) What is a self-service storage facilities lien? For the purposes of this chapter, a self-storage facilities lien is a process by which the owner of a self-storage facility may sell a vehicle stored at the facility as security for rent or other charges due.

- (2) What documents are required to obtain a certificate of ownership for a vehicle obtained through the self-service storage facilities lien process? The required documents include:
- (a) A completed affidavit of self-storage facilities lien sale form provided or approved by the department;
 - (b) Application for certificate of ownership; and
 - (c) Other documents that may be required by law or rule.
- (3) When is a Washington court order required to issue a certificate of ownership as a result of a self-service storage facilities lien?
- (a) The vehicle is no longer in the possession of the person who is claiming the self-service storage facilities lien; or
 - (b) There is an existing lien holder on the vehicle record; or
 - (c) There is no record of the vehicle on file with the department.
- (4) What law regulates self-service storage facilities liens? Chapter 19.150 RCW regulates self-storage facilities liens.